



3015 (02-09-04)

ANNUAL REPORT

OF

Name: BOWLER WATER AND SEWER UTILITY

Principal Office: P.O. BOX 68
BOWLER, WI 54416

For the Year Ended: DECEMBER 31, 2003

**WATER, ELECTRIC, OR JOINT UTILITY
TO
PUBLIC SERVICE COMMISSION OF WISCONSIN**P.O. Box 7854
Madison, WI 53707-7854
(608) 266-3766

This form is required under Wis. Stat. § 196.07. Failure to file the form by the statutory filing date can result in the imposition of a penalty under Wis. Stat. § 196.66. The penalty which can be imposed by this section of the statutes is a forfeiture of not less than \$25 nor more than \$5,000 for each violation. Each day subsequent to the filing date constitutes a separate and distinct violation. The filed form is available to the public and personally identifiable information may be used for purposes other than those related to public utility regulation.

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IDENTIFICATION AND OWNERSHIP

Exact Utility Name: BOWLER WATER AND SEWER UTILITY

Utility Address: P.O. BOX 68
BOWLER, WI 54416

When was utility organized? 1/1/1970

Report any change in name:

Effective Date:

Utility Web Site:

Utility employee in charge of correspondence concerning this report:

Name: PATRICIA KROPF

Title: TREASURER

Office Address:

P.O. BOX 68
BOWLER, WI 54416

Telephone: (715) 793 - 4910

Fax Number:

E-mail Address:

Individual or firm, if other than utility employee, preparing this report:

Name: KAREN K KERBER

Title: SHAREHOLDER

Office Address: KERBER, ROSE & ASSOCIATES, S.C.

115 E. FIFTH STREET
SHAWANO, WI 54166

Telephone: (715) 526 - 9400

Fax Number: (715) 524 - 2599

E-mail Address: kkerber@kerberrose.com

President, chairman, or head of utility commission/board or committee:

Name: EARL NELSON

Title: CHAIRMAN

Office Address:

114 W MAIN STREET
BOWLER, WI 54416

Telephone: (715) 793 - 4495

Fax Number:

E-mail Address:

Are records of utility audited by individuals or firms, other than utility employee? YES

IDENTIFICATION AND OWNERSHIP

Individual or firm, if other than utility employee, auditing utility records:

Name: KAREN K KERBER**Title:** SHAREHOLDER**Office Address:** KERBER, ROSE & ASSOCIATES, S.C.
115 E FIFTH STREET
SHAWANO, WI 54166**Telephone:** (715) 526 - 9400**Fax Number:** (715) 524 - 2599**E-mail Address:** kkerber@kerberrose.com**Date of most recent audit report:** 3/31/2004**Period covered by most recent audit:** DECEMBER 31, 2003

Names and titles of utility management including manager or superintendent:

Name: DENNIS TRINKO**Title:** SUPERINTENDENT**Office Address:**
P.O. BOX 68
BOWLER, WI 54416**Telephone:** (715) 793 - 4910**Fax Number:****E-mail Address:**

Name of utility commission/committee: BOARD OF COMMISSIONERS

Names of members of utility commission/committee:

MARK KROPF
EARL NELSON
JOHN RICKERT

Is sewer service rendered by the utility? YES**If "yes," has the municipality, by ordinance, combined the water and sewer service into a single public utility, as provided by Wis. Stat. § 66.0819 of the Wisconsin Statutes?** YES**Date of Ordinance:** 7/7/1990

Are any of the utility administrative or operational functions under contract or agreement with an outside provider for the year covered by this annual report and/or current year (i.e., operation of water or sewer treatment plant)? NO

Provide the following information regarding the provider(s) of contract services:

IDENTIFICATION AND OWNERSHIP

Firm Name:

Contact Person:

Title:

Telephone:

Fax Number:

E-mail Address:

Contract/Agreement beginning-ending dates:

Provide a brief description of the nature of Contract Operations being provided:

INCOME STATEMENT

Particulars (a)	This Year (b)	Last Year (c)	
UTILITY OPERATING INCOME			
Operating Revenues (400)	31,139	31,842	1
Operating Expenses:			
Operation and Maintenance Expense (401)	29,012	22,213	2
Depreciation Expense (403)	4,873	10,023	3
Amortization Expense (404)	0	0	4
Taxes (408)	901	601	5
Total Operating Expenses	34,786	32,837	
Net Operating Income	(3,647)	(995)	
Income from Utility Plant Leased to Others (412-413)	0	0	6
Utility Operating Income	(3,647)	(995)	
OTHER INCOME			
Income from Merchandising, Jobbing and Contract Work (415-416)	0	0	7
Nonoperating Rental Income (418)	0	0	8
Interest and Dividend Income (419)	1,145	1,785	9
Miscellaneous Nonoperating Income (421)	(9,387)	(4,898)	10
Total Other Income	(8,242)	(3,113)	
Total Income	(11,889)	(4,108)	
MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425)	0	0	11
Other Income Deductions (426)	5,191	0	12
Total Miscellaneous Income Deductions	5,191	0	
Income Before Interest Charges	(17,080)	(4,108)	
INTEREST CHARGES			
Interest on Long-Term Debt (427)	1,272	1,408	13
Amortization of Debt Discount and Expense (428)	0		14
Amortization of Premium on Debt--Cr. (429)	0		15
Interest on Debt to Municipality (430)	0	0	16
Other Interest Expense (431)	944	0	17
Interest Charged to Construction--Cr. (432)	0		18
Total Interest Charges	2,216	1,408	
Net Income	(19,296)	(5,516)	
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216)	73,335	78,851	19
Balance Transferred from Income (433)	(19,296)	(5,516)	20
Miscellaneous Credits to Surplus (434)	583,925	0	21
Miscellaneous Debits to Surplus--Debit (435)	0	0	22
Appropriations of Surplus--Debit (436)	0	0	23
Appropriations of Income to Municipal Funds--Debit (439)		0	24
Total Unappropriated Earned Surplus End of Year (216)	637,964	73,335	

INCOME STATEMENT ACCOUNT DETAILS

1. Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.
2. Nonregulated sewer income should be reported as Miscellaneous Nonoperating Income, Account 421.

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)	
UTILITY OPERATING INCOME				
Operating Revenues (400):				
Derived	31,139		31,139	1
Total (Acct. 400):	31,139	0	31,139	
Operation and Maintenance Expense (401):				
Derived	29,012		29,012	2
Total (Acct. 401):	29,012	0	29,012	
Depreciation Expense (403):				
Derived	4,873		4,873	3
Total (Acct. 403):	4,873	0	4,873	
Amortization Expense (404):				
Derived	0		0	4
Total (Acct. 404):	0	0	0	
Taxes (408):				
Derived	901		901	5
Total (Acct. 408):	901	0	901	
Revenues from Utility Plant Leased to Others (412):				
NONE	0		0	6
Total (Acct. 412):	0	0	0	
Expenses of Utility Plant Leased to Others (413):				
NONE	0		0	7
Total (Acct. 413):	0	0	0	
TOTAL UTILITY OPERATING INCOME:	(3,647)	0	(3,647)	
OTHER INCOME				
Income from Merchandising, Jobbing and Contract Work (415-416):				
Derived	0		0	8
Total (Acct. 415-416):	0	0	0	
Nonoperating Rental Income (418):				
NONE	0		0	9
Total (Acct. 418):	0	0	0	
Interest and Dividend Income (419):				
INTEREST EARNED ON CASH AND INVESTMENTS	1,145	0	1,145	10
Total (Acct. 419):	1,145	0	1,145	
Miscellaneous Nonoperating Income (421):				
Contributed Plant - Water			0	11

INCOME STATEMENT ACCOUNT DETAILS

1. Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.
2. Nonregulated sewer income should be reported as Miscellaneous Nonoperating Income, Account 421.

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)
OTHER INCOME			
Miscellaneous Nonoperating Income (421):			
NON REGULATED SEWER LOSS	(9,387)	0	(9,387) 12
Total (Acct. 421):	(9,387)	0	(9,387)
TOTAL OTHER INCOME:	(8,242)	0	(8,242)

MISCELLANEOUS INCOME DEDUCTIONS

Miscellaneous Amortization (425):			
NONE	0	0	0 13
Total (Acct. 425):	0	0	0
Other Income Deductions (426):			
Depreciation Expense on Contributed Plant - Water	[REDACTED]	5,191	5,191 14
NONE	0	0	0 15
Total (Acct. 426):	0	5,191	5,191
TOTAL MISCELLANEOUS INCOME DEDUCTIONS:	0	5,191	5,191

INTEREST CHARGES**Interest on Long-Term Debt (427):**

Derived	1,272	[REDACTED]	1,272 16
Total (Acct. 427):	1,272	0	1,272

Amortization of Debt Discount and Expense (428):

NONE	0	[REDACTED]	0 17
Total (Acct. 428):	0	0	0

Amortization of Premium on Debt--Cr. (429):

NONE	0	[REDACTED]	0 18
Total (Acct. 429):	0	0	0

Interest on Debt to Municipality (430):

Derived	0	[REDACTED]	0 19
Total (Acct. 430):	0	0	0

Other Interest Expense (431):

Derived	944	[REDACTED]	944 20
Total (Acct. 431):	944	0	944

INCOME STATEMENT ACCOUNT DETAILS

1. Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.
2. Nonregulated sewer income should be reported as Miscellaneous Nonoperating Income, Account 421.

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)
INTEREST CHARGES			
Interest Charged to Construction--Cr. (432):			
NONE	0		0 21
Total (Acct. 432):	0	0	0
TOTAL INTEREST CHARGES:	2,216	0	2,216
NET INCOME:	(14,105)	(5,191)	(19,296)
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216):			
Derived	73,335	0	73,335 22
Total (Acct. 216):	73,335	0	73,335
Balance Transferred from Income (433):			
Derived	(14,105)	(5,191)	(19,296) 23
Total (Acct. 433):	(14,105)	(5,191)	(19,296)
Miscellaneous Credits to Surplus (434):			
RECLASSIFICATION OF CIAC PER DOCKET 05-US-105	0	583,925	583,925 24
Total (Acct. 434):	0	583,925	583,925
Miscellaneous Debits to Surplus--Debit (435):			
NONE	0	0	0 25
Total (Acct. 435)--Debit:	0	0	0
Appropriations of Surplus--Debit (436):			
Detail appropriations to (from) account 215			0 26
Total (Acct. 436)--Debit:	0	0	0
UNAPPROPRIATED EARNED SURPLUS (END OF YEAR):	59,230	578,734	637,964

INCOME FROM MERCHANDISING, JOBBING & CONTRACT WORK (ACCTS. 415-416)

Particulars (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
Revenues (account 415)					0	1
Costs and Expenses of Merchandising, Jobbing and Contract Work (416):						
Cost of merchandise sold					0	2
Payroll					0	3
Materials					0	4
Taxes					0	5
Other (list by major classes):						
NONE					0	6
Total costs and expenses	0	0	0	0	0	
Net income (or loss)	0	0	0	0	0	

REVENUES SUBJECT TO WISCONSIN REMAINDER ASSESSMENT

1. Report data necessary to calculate revenue subject to Wisconsin remainder assessment pursuant to Wis. Stat. § 196.85(2) and Wis. Admin. Code Ch. PSC 5.
2. If the sewer department is not regulated by the PSC, do not report sewer department data in column (d).

Description (a)	Water Utility (b)	Electric Utility (c)	Sewer Utility (Regulated Only) (d)	Gas Utility (e)	Total (f)	
Total operating revenues	31,139	0	0	0	31,139	1
Less: interdepartmental sales	0		0	0	0	2
Less: interdepartmental rents					0	3
Less: return on net investment in meters charged to regulated sewer department. (Do not report if nonregulated sewer.)	0				0	4
Less: uncollectibles directly expensed as reported in water acct. 904 (690 class D), sewer acct. 843, and electric acct. 904 (590 class D) -or- Net write-offs when Accumulated Provision for Uncollectible Accounts (acct. 144) is maintained					0	5
Other Increases or (Decreases) to Operating Revenues - Specify: NONE					0	6
Revenues subject to Wisconsin Remainder Assessment	31,139	0	0	0	31,139	

BALANCE SHEET

Assets and Other Debits (a)	Balance End of Year (b)	Balance First of Year (c)	
UTILITY PLANT			
Utility Plant (100)	674,603	552,684	1
Less: Accumulated Provision for Depreciation and Amortization of Utility Plant (110)	338,532	217,895	2
Net Utility Plant	336,071	334,789	
OTHER PROPERTY AND INVESTMENTS			
Nonutility Property (121)	913,761	910,506	3
Less: Accumulated Provision for Depreciation and Amortization of Nonutility Property (122)	474,999	271,858	4
Net Nonutility Property	438,762	638,648	
Investment in Municipality (123)	0	0	5
Other Investments (124)	0	0	6
Special Funds (125)	33,980	31,269	7
Total Other Property and Investments	472,742	669,917	
CURRENT AND ACCRUED ASSETS			
Cash and Working Funds (131)	25,177	29,335	8
Temporary Cash Investments (132)	50,696	49,917	9
Notes Receivable (141)	0	0	10
Customer Accounts Receivable (142)	5,002	5,573	11
Other Accounts Receivable (143)	13,911	13,550	12
Accumulated Provision for Uncollectible Accounts- -Cr. (144)	0	0	13
Receivables from Municipality (145)	0	0	14
Materials and Supplies (150)	0	1,260	15
Prepayments (165)	0	0	16
Other Current and Accrued Assets (170)	78	144	17
Total Current and Accrued Assets	94,864	99,779	
DEFERRED DEBITS			
Unamortized Debt Discount and Expense (181)	0	0	18
Extraordinary Property Losses (182)	0	0	19
Other Deferred Debits (183)	2,056	4,112	20
Total Deferred Debits	2,056	4,112	
Total Assets and Other Debits	905,733	1,108,597	

BALANCE SHEET

Liabilities and Other Credits (a)	Balance End of Year (b)	Balance First of Year (c)	
PROPRIETARY CAPITAL			
Capital Paid in by Municipality (200)	17,703	17,703	21
Appropriated Earned Surplus (215)			22
Unappropriated Earned Surplus (216)	637,964	73,335	23
Total Proprietary Capital	655,667	91,038	
LONG-TERM DEBT			
Bonds (221)	49,050	54,528	24
Advances from Municipality (223)	0	50,445	25
Other long-Term Debt (224)	0	0	26
Total Long-Term Debt	49,050	104,973	
CURRENT AND ACCRUED LIABILITIES			
Notes Payable (231)	112,000	0	27
Accounts Payable (232)	16,379	4,253	28
Payables to Municipality (233)	71,489	28,672	29
Customer Deposits (235)			30
Taxes Accrued (236)	0	0	31
Interest Accrued (237)	1,148	227	32
Other Current and Accrued Liabilities (238)			33
Total Current and Accrued Liabilities	201,016	33,152	
DEFERRED CREDITS			
Unamortized Premium on Debt (251)	0	0	34
Customer Advances for Construction (252)			35
Other Deferred Credits (253)	0	0	36
Total Deferred Credits	0	0	
OPERATING RESERVES			
Miscellaneous Operating Reserves (265)			37
Total Operating Reserves	0	0	
CONTRIBUTIONS IN AID OF CONSTRUCTION			
Contributions in Aid of Construction (271)	0	879,434	38
Total Liabilities and Other Credits	905,733	1,108,597	

NET UTILITY PLANT

Report utility plant accounts and related accumulated provisions for depreciation and amortization after allocation of common plant accounts and related provisions for depreciation and amortization to utility departments as of December 31.

Particulars (a)	Water (b)	Sewer (c)	Gas (d)	Electric (e)	
First of Year:					
Total Utility Plant - First of Year	552,684	0	0	0	1
<i>(Should agree with Util. Plant Jan. 1 in Property Tax Equivalent Schedule)</i>					
Plant Accounts:					
Utility Plant in Service - Financed by Utility Operations or by the Municipality (100.1)	253,857	0	0	0	2
Utility Plant in Service - Contributed Plant (100.2)	259,569	0	0	0	3
Utility Plant Purchased or Sold (391)					4
Utility Plant in Process of Reclassification (392)					5
Utility Plant Leased to Others (393)					6
Property Held for Future Use (394)					7
Construction Work in Progress (395)	161,177				8
Utility Plant Acquisition Adjustments (396)					9
Other Utility Plant Adjustments (397)					10
Total Utility Plant	674,603	0	0	0	
Accumulated Provision for Depreciation and Amortization:					
Accumulated Provision for Depreciation of Utility Plant in Service - Financed by Utility Operations or by the Municipality (110.1)	222,910	0	0	0	11
Accumulated Provision for Depreciation of Utility Plant in Service - Contributed Plant (110.2)	115,622	0	0	0	12
Total Accumulated Provision	338,532	0	0	0	
Net Utility Plant	336,071	0	0	0	

**ACCUMULATED PROVISION FOR DEPRECIATION AND
AMORTIZATION OF UTILITY PLANT ON UTILITY PLANT
FINANCED BY UTILITY OPERATIONS OR BY THE MUNICIPALITY
(ACCT. 110.1)**

Depreciation Accruals (Credits) during the year (110.1):

1. Report the amounts charged in the operating sections to Depreciation Expense (403).
2. If sewer operations are nonregulated, do not report sewer depreciation on this schedule.
3. Report the Depreciation Expense on Meters charged to sewer operations as an addition in the Water column.
If the sewer is also a regulated utility by the PSC, report an equal amount as a reduction in the Sewer column.
4. Report all other accruals charged to other accounts, such as to clearing accounts.

Particulars (a)	Water (b)	(c)	(d)	(e)	Total (f)	
Balance first of year (110.1)	217,895				217,895	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (403)	4,873				4,873	4
Depreciation expense on meters						5
charged to sewer (see Note 3)	142				142	6
Accruals charged other						7
accounts (specify):						8
					0	9
Salvage					0	10
Other credits (specify):						11
					0	12
Total credits	5,015	0	0	0	5,015	13
Debits during year						14
Book cost of plant retired	0				0	15
Cost of removal					0	16
Other debits (specify):						17
					0	18
Total debits	0	0	0	0	0	19
Balance end of year (110.1)	222,910	0	0	0	222,910	20
Composite Depreciation Rate?	Yes					21
If yes, what is the rate?	2.00%					22

ACCUMULATED PROVISION FOR DEPRECIATION AND AMORTIZATION OF UTILITY PLANT ON CONTRIBUTED PLANT IN SERVICE (ACCT. 110.2)

Depreciation Accruals (Credits) during the year (110.2):

1. Report the amounts charged to Depreciation Expense (426).
2. If sewer operations are nonregulated, do not report sewer depreciation on this schedule.

Particulars (a)	Water (b)	(c)	(d)	(e)	Total (f)	
Balance first of year (110.2)					0	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (426)	5,191				5,191	4
Accruals charged other						5
accounts (specify):						6
					0	7
Salvage					0	8
Other credits (specify):						9
Est. deprec on contrib plnt 1/1/03	110,431				110,431	10
Total credits	115,622	0	0	0	115,622	11
Debits during year						12
Book cost of plant retired	0				0	13
Cost of removal					0	14
Other debits (specify):						15
					0	16
Total debits	0	0	0	0	0	17
Balance end of year (110.2)	115,622	0	0	0	115,622	18
Composite Depreciation Rate?	Yes					19
If yes, what is the rate?	2.00%					20

NET NONUTILITY PROPERTY (ACCTS. 121 & 122)

1. Report separately each item of property with a book cost of \$5,000 or more included in account 121.
2. Other items may be grouped by classes of property.
3. Describe in detail any investment in sewer department carried in this account.

Description (a)	Balance First of Year (b)	Additions During Year (c)	Deductions During Year (d)	Balance End of Year (e)	
Nonregulated sewer plant	910,506	3,255	0	913,761	1
Other (specify):					
NONE	0			0	2
Total Nonutility Property (121)	910,506	3,255	0	913,761	
Less accum. prov. depr. & amort. (122)	271,858	203,141		474,999	3
Net Nonutility Property	638,648	(199,886)	0	438,762	

ACCUMULATED PROVISION FOR UNCOLLECTIBLE ACCOUNTS-CR. (ACCT. 144)

Particulars (a)	Amount (b)	
Balance first of year	0	1
Additions:		
Provision for uncollectibles during year		2
Collection of accounts previously written off: Utility Customers		3
Collection of accounts previously written off: Others		4
Total Additions	<u>0</u>	
Deductions:		
Accounts written off during the year: Utility Customers		5
Accounts written off during the year: Others		6
Total accounts written off	<u>0</u>	
Balance end of year	<u><u>0</u></u>	

MATERIALS AND SUPPLIES

Account (a)	Generation (b)	Transmission (c)	Distribution (d)	Other (e)	Total End of Year (f)	Amount Prior Year (g)	
Electric Utility							
Fuel for generation					0	0	1
Other					0	0	2
Total Electric Utility					0	0	

Account	Total End of Year	Amount Prior Year	
Electric utility total	0	0	1
Water utility	0	1,260	2
Sewer utility	0	0	3
Gas utility	0	0	4
Merchandise	0	0	5
Other materials & supplies	0	0	6
Total Materials and Supplies	0	1,260	

**UNAMORTIZED DEBT DISCOUNT & EXPENSE & PREMIUM ON DEBT
(ACCTS. 181 AND 251)**

Report net discount and expense or premium separately for each security issue.

Debt Issue to Which Related (a)	Written Off During Year		Balance End of Year (d)	
	Amount (b)	Account Charged or Credited (c)		
<hr/>				
Unamortized debt discount & expense (181)				
NONE				1
Total			<u>0</u>	
Unamortized premium on debt (251)				
NONE				2
Total			<u>0</u>	

CAPITAL PAID IN BY MUNICIPALITY (ACCT. 200)

Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D, sewer and privates) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.

Particulars (a)	Amount (b)	
Balance first of year	17,703	1
Changes during year (explain):		
NONE		2
Balance end of year	17,703	

BONDS (ACCT. 221)

1. Report hereunder information required for each separate issue of bonds.
2. If there is more than one interest rate for an aggregate obligation issue, average the interest rates and report one rate.
3. Proceeds advanced by the municipality from sale of general obligation bonds, if repayable by utility, should be included in account 223.

Description of Issue (a)	Date of Issue (b)	Final Maturity Date (c)	Interest Rate (d)	Principal Amount End of Year (e)	
SERIES 1991 SEWER BONDS	10/30/1991	05/01/2011	2.50%	49,050	1
Total Bonds (Account 221):				49,050	

NOTES PAYABLE & MISCELLANEOUS LONG-TERM DEBT

1. Report each class of debt included in Accounts 223, 224 and 231.
2. Proceeds of general obligation issues, if subject to repayment by the utility, should be included in Account 223.
3. If there is more than one interest rate for an aggregate obligation issue, average the interest rates and report one rate.

Account and Description of Obligation (a and b)	Date of Issue (c)	Final Maturity Date (d)	Interest Rate (e)	Principal Amount End of Year (f)	
Notes Payable (231)					
ANTICIPATION NOTE	05/13/2003	03/31/2004	1.50%	112,000	1
Total for Account 231				112,000	

TAXES ACCRUED (ACCT. 236)

Particulars (a)	Amount (b)	
Balance first of year	0	1
Accruals:		
Charged water department expense	901	2
Charged electric department expense		3
Charged sewer department expense	1,251	4
Other (explain):		
NONE		5
Total Accruals and other credits	2,152	
Taxes paid during year:		
County, state and local taxes		6
Social Security taxes	1,876	7
PSC Remainder Assessment	36	8
Other (explain):		
PSC Assessment dated 4/18/03	240	9
Total payments and other debits	2,152	
Balance end of year	0	

INTEREST ACCRUED (ACCT. 237)

1. Report below interest accrued on each utility obligation.
2. Report Customer Deposits under Account 231.

Description of Issue (a)	Interest Accrued Balance First of Year (b)	Interest Accrued During Year (c)	Interest Paid During Year (d)	Interest Accrued Balance End of Year (e)	
Bonds (221)					
SERIES 1991 SEWER BONDS	227	1,272	1,295	204	1
Subtotal	227	1,272	1,295	204	
Advances from Municipality (223)					
NONE	0			0	2
Subtotal	0	0	0	0	
Other long-Term Debt (224)					
NONE	0			0	3
Subtotal	0	0	0	0	
Notes Payable (231)					
ANTICIPATION NOTE	0	944		944	4
Subtotal	0	944	0	944	
Total	227	2,216	1,295	1,148	

BALANCE SHEET END-OF-YEAR ACCOUNT BALANCES

Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.

Particulars (a)	Balance End of Year (b)	
Investment in Municipality (123):		
NONE		1
Total (Acct. 123):	0	
Other Investments (124):		
NONE		2
Total (Acct. 124):	0	
Special Funds (125):		
EQUIPMENT REPLACEMENT FUND	33,980	3
Total (Acct. 125):	33,980	
Notes Receivable (141):		
NONE		4
Total (Acct. 141):	0	
Customer Accounts Receivable (142):		
Water	5,002	5
Electric		6
Sewer (Regulated)		7
Other (specify):		
NONE		8
Total (Acct. 142):	5,002	
Other Accounts Receivable (143):		
Sewer (Non-regulated)	13,911	9
Merchandising, jobbing and contract work		10
Other (specify):		
NONE		11
Total (Acct. 143):	13,911	
Receivables from Municipality (145):		
NONE		12
Total (Acct. 145):	0	
Prepayments (165):		
NONE		13
Total (Acct. 165):	0	
Extraordinary Property Losses (182):		
NONE		14
Total (Acct. 182):	0	
Other Deferred Debits (183):		
AMORTIZATION OF WELL REPAIRS & CLEANING: PSC APPROVED 2/16/01	2,056	15
Total (Acct. 183):	2,056	

BALANCE SHEET END-OF-YEAR ACCOUNT BALANCES

Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.

Particulars (a)	Balance End of Year (b)	
Payables to Municipality (233):		
FOR OPERATING COSTS PAID	71,489	16
Total (Acct. 233):	71,489	
Other Deferred Credits (253):		
NONE		17
Total (Acct. 253):	0	

RETURN ON RATE BASE COMPUTATION

1. The data used in calculating rate base are averages.
2. Calculate those averages by summing the first-of-year and the end-of-year figures for each account and then dividing the sum by two.
3. Note: Do not include contributed plant in service, property held for future use, or construction work in progress with utility plant in service. These are not rate base components.

Average Rate Base (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
Add Average:						
Utility Plant in Service (100.1)	253,227	0	0	0	253,227	1
Materials and Supplies	630	0	0	0	630	2
Other (specify):						
NONE					0	3
Less Average:						
Reserve for Depreciation (110.1)	220,402	0	0	0	220,402	4
Customer Advances for Construction					0	5
NONE					0	6
Average Net Rate Base	33,455	0	0	0	33,455	
Net Operating Income	(3,647)	0	0	0	(3,647)	7
Net Operating Income as a percent of						
Average Net Rate Base	-10.90%	N/A	N/A	N/A	-10.90%	

IMPORTANT CHANGES DURING THE YEAR

Report changes of any of the following types:

1. Acquisitions.

2. Leaseholder changes.

3. Extensions of service.

4. Estimated changes in revenues due to rate changes.

The Utility applied to the PSC for a rate increase on their water charges. This will become effective during 2004.

5. Obligations incurred or assumed, excluding commercial paper.

The Utility received an anticipation note (used as line of credit) during 2003. They have borrowed \$112,000 of the total \$200,000 available, as of December 31, 2003. The loan is being used for paying of expenses and the start up of construction.

6. Formal proceedings with the Public Service Commission.

During 2003 the utility has applied for a water rate increase and an application for construction.

7. Any additional matters.

FINANCIAL SECTION FOOTNOTES

Notes Payable & Miscellaneous Long-Term Debt (Page F-15)

General footnotes

Advances: The Municipality had paid or supplied the Utility with the money to pay for expenses. These amounts are not charged interest.

Balance Sheet End-of-Year Account Balances (Page F-18)

Other Deferred Debits (Acct 183): amortization requires PSC authorization. Provide date of authorization.

Amoritization of Well Repairs and Cleaning. PSC Approved 2/16/01.

Signature Page (Page ii)

General footnotes

ACCOUNTANTS' COMPILATION REPORT

Bowler Water and Sewer Utility
Bowler, Wisconsin

We have compiled the financial information in the accompanying Municipal Utility Annual Report (prescribed form) of the Bowler Water & Sewer Utility as of December 31, 2003, and for the year then ended in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. We also have compiled the supplementary information presented in the Municipal Utility Annual Report.

Our compilation is limited to presenting in the form prescribed by the Public Service Commission of Wisconsin information that is the representation of management. We have not audited or reviewed the financial statements and supplementary information referred to above, and accordingly, do not express an opinion or any other form of assurance on them. This financial information was compiled by us from financial statements for the same period that we previously audited, as indicated in our report March 31, 2004.

This financial statements and supplementary information are presented in accordance with the requirements of the Public Service Commission of Wisconsin, which differ from accounting principles generally accepted in the United States of America. Accordingly, this financial information is not designed for those who are not informed about such differences.

KERBER, ROSE & ASSOCIATES, S.C.
May 3, 2004

CONTRIBUTIONS IN AID OF CONSTRUCTION (ACCOUNT 271)

Particulars (a)	Water (b)	Electric		Sewer (e)	Gas (f)	Total (g)	
		Distribution (c)	Other (d)				
Balance First of Year	259,569	0	0	619,865	0	879,434	1
Add credits during year:							
NONE						0	2
Deduct charges (specify):							
Closed January 1, 2003 per Docket 05-US-105	259,569			619,865		879,434	3
Balance End of Year	0	0	0	0	0	0	

WATER OPERATING REVENUES & EXPENSES

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues			
Sales of Water			
Sales of Water (460-467)	30,879	31,595	1
Total Sales of Water	30,879	31,595	
Other Operating Revenues			
Forfeited Discounts (470)	0	0	2
Other Water Revenues (474)	260	247	3
Amortization of Construction Grants (475)		0	4
Total Other Operating Revenues	260	247	
Total Operating Revenues	31,139	31,842	
Operation and Maintenance Expenses			
Plant Operation and Maintenance Expenses (600-660)	18,200	12,932	5
General Operating Expenses (680-690)	10,812	9,281	6
Total Operation and Maintenance Expenses	29,012	22,213	
Other Operating Expenses			
Depreciation Expense (403)	4,873	10,023	7
Amortization Expense (404)		0	8
Taxes (408)	901	601	9
Total Other Operating Expenses	5,774	10,624	
Total Operating Expenses	34,786	32,837	
NET OPERATING INCOME	(3,647)	(995)	

WATER OPERATING REVENUES - SALES OF WATER

1. Where customer meters record cubic feet, multiply by 7.48 to obtain number of gallons.
2. Report estimated gallons for unmetered sales.
3. Sales to multiple dwelling buildings through a single meter serving 3 or more family units should be classified commercial.
4. Account 460, Unmetered Sales to General Customers - Gallons of Water Sold should not include in any way quantity of water, i.e. metered, or measured by tank or pool volume. The quantity should be estimated based on size of pipe, flow, foot of frontage, etc. Bulk water sales should be Account 460 if the quantity is estimated and should be Account 461 if metered or measured by volume. Water related to construction should be a measured sale of water (either Account 461 or Account 464).
5. Other accounts: see application Help files for details.

Particulars (a)	Average No. Customers (b)	Thousands of Gallons of Water Sold (c)	Amounts (d)	
Operating Revenues				
Sales of Water				
Unmetered Sales to General Customers (460)				
Residential				1
Commercial				2
Industrial				3
Total Unmetered Sales to General Customers (460)	0	0	0	
Metered Sales to General Customers (461)				
Residential	117	5,360	13,598	4
Commercial	23	2,118	4,705	5
Industrial				6
Total Metered Sales to General Customers (461)	140	7,478	18,303	
Private Fire Protection Service (462)				7
Public Fire Protection Service (463)	1		10,319	8
Other Sales to Public Authorities (464)	2	1,551	2,257	9
Sales to Irrigation Customers (465)				10
Sales for Resale (466)		0	0	11
Interdepartmental Sales (467)				12
Total Sales of Water	143	9,029	30,879	

SALES FOR RESALE (ACCT. 466)

Use a separate line for each delivery point.

Customer Name (a)	Point of Delivery (b)	Thousands of Gallons Sold (c)	Revenues (d)
------------------------------------	--	--	-------------------------------

NONE

OTHER OPERATING REVENUES (WATER)

1. Report revenues relating to each account and fully describe each item using other than the account title.
2. Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D and privates) and all other lesser amounts grouped as Miscellaneous.
3. For a combined utility which also provides sewer service that is based upon water readings, report the return on net investment in meters charged to sewer department in Other Water Revenues (474).

Particulars (a)	Amount (b)	
Public Fire Protection Service (463):		
Amount billed (usually per rate schedule F-1 or Fd-1)	10,319	1
Wholesale fire protection billed		2
Amount billed for fighting fires outside utility's service areas (usually per rate schedule F-2 or BW-1)		3
Other (specify): NONE		4
Total Public Fire Protection Service (463)	10,319	
Forfeited Discounts (470):		
Customer late payment charges		5
Other (specify): NONE		6
Total Forfeited Discounts (470)	0	
Other Water Revenues (474):		
Return on net investment in meters charged to sewer department	260	7
Other (specify): NONE		8
Total Other Water Revenues (474)	260	

WATER OPERATION & MAINTENANCE EXPENSES

Each expense account that has an increase or a decrease when compared to the previous year of greater than 30 percent, but not less than \$2,000, shall be fully explained in the schedule footnotes.

Particulars (a)	This Year (b)	Last Year (c)	
PLANT OPERATION AND MAINTENANCE EXPENSES			
Salaries and Wages (600)	7,110	6,837	1
Purchased Water (610)	0	0	2
Fuel or Power Purchased for Pumping (620)	1,622	1,518	3
Chemicals (630)	116	194	4
Supplies and Expenses (640)	81	26	5
Repairs of Water Plant (650)	9,271	4,357	6
Transportation Expenses (660)	0	0	7
Total Plant Operation and Maintenance Expenses	18,200	12,932	
GENERAL OPERATING EXPENSES			
Administrative and General Salaries (680)	1,404	1,248	8
Office Supplies and Expenses (681)	613	338	9
Outside Services Employed (682)	7,422	3,911	10
Insurance Expense (684)	703	428	11
Employees Pensions and Benefits (686)	667	654	12
Regulatory Commission Expenses (688)	0	0	13
Miscellaneous General Expenses (689)	3	2,702	14
Uncollectible Accounts (690)	0	0	15
Total General Operating Expenses	10,812	9,281	
Total Operation and Maintenance Expenses	29,012	22,213	

TAXES (ACCT. 408 - WATER)

When allocation of taxes is made between departments, explain method used.
--

Description of Tax (a)	Method Used to Allocate Between Departments (b)	This Year (c)	Last Year (d)	
Property Tax Equivalent		0	0	1
Less: Local and School Tax Equivalent on Meters Charged to Sewer Department		0	0	2
Net property tax equivalent		0	0	
Social Security		625	571	3
PSC Remainder Assessment		36	30	4
Other (specify): PSC ASSESSMENT DATED 4/18/03		240	0	5
Total tax expense		901	601	

PROPERTY TAX EQUIVALENT (WATER)

1. No property tax equivalent shall be determined for sewer utilities or town sanitary district water utilities.
2. Tax rates are those issued in November (usually) of the year being reported and are available from the municipal treasurer. Report the tax rates in mills to six (6) decimal places.
3. The assessment ratio is available from the municipal treasurer. Report the ratio as a decimal to six (6) places.
4. The utility plant balance first of year should include the gross book values of plant in service (total of utility financed and contributed plant), property held for future use and construction work in progress.
5. An "other tax rate" is included in the "Net Local and School Tax Rate Calculation" to the extent that it is local. An example is a local library tax. Fully explain the rate in the Property Tax Equivalent schedule footnotes.
6. The Property Tax Equivalent to be reported for the year is determined pursuant to Wis. Stat § 66.0811(2). Report the higher of the current year calculation or the tax equivalent reported in the 1994 PSC annual report, unless, the municipality has authorized a lower amount, then that amount is reported as the property tax equivalent.
7. If the municipality has authorized a lower amount, the authorization description and date of the authorization must be reported in the Property Tax Equivalent schedule footnotes.

Particulars (a)	Units (b)	Total (c)	County A (d)	County B (e)	County C (f)	County D (g)	
County name			Shawano				1
SUMMARY OF TAX RATES							2
State tax rate	mills		0.210481				3
County tax rate	mills		5.541241				4
Local tax rate	mills		0.836558				5
School tax rate	mills		8.892843				6
Voc. school tax rate	mills		2.001363				7
Other tax rate - Local	mills		0.000000				8
Other tax rate - Non-Local	mills		0.000000				9
Total tax rate	mills		17.482486				10
Less: state credit	mills		1.107944				11
Net tax rate	mills		16.374542				12
PROPERTY TAX EQUIVALENT CALCULATION							13
Local Tax Rate	mills		0.836558				14
Combined School Tax Rate	mills		10.894206				15
Other Tax Rate - Local	mills		0.000000				16
Total Local & School Tax	mills		11.730764				17
Total Tax Rate	mills		17.482486				18
Ratio of Local and School Tax to Total	dec.		0.671001				19
Total tax net of state credit	mills		16.374542				20
Net Local and School Tax Rate	mills		10.987333				21
Utility Plant, Jan. 1	\$	552,684	552,684				22
Materials & Supplies	\$	1,260	1,260				23
Subtotal	\$	553,944	553,944				24
Less: Plant Outside Limits	\$	0	0				25
Taxable Assets	\$	553,944	553,944				26
Assessment Ratio	dec.		0.950202				27
Assessed Value	\$	526,359	526,359				28
Net Local & School Rate	mills		10.987333				29
Tax Equiv. Computed for Current Year	\$	5,783	5,783				30
Tax Equivalent per 1994 PSC Report	\$	7,804					31
Any lower tax equivalent as authorized by municipality (see note 6)	\$	0					32
Tax equiv. for current year (see note 6)	\$	0					34

WATER UTILITY PLANT IN SERVICE

--Plant Financed by Utility or Municipality--

1. All adjustments, corrections and reclassifications (including to/from plant financed by contributions) should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$10,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than account 372.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
INTANGIBLE PLANT			
Organization (301)	500		1
Franchises and Consents (302)	0		2
Miscellaneous Intangible Plant (303)	0		3
Total Intangible Plant	500	0	
SOURCE OF SUPPLY PLANT			
Land and Land Rights (310)	110		4
Structures and Improvements (311)	0		5
Collecting and Impounding Reservoirs (312)	0		6
Lake, River and Other Intakes (313)	0		7
Wells and Springs (314)	9,586		8
Infiltration Galleries and Tunnels (315)	0		9
Supply Mains (316)	6,390		10
Other Water Source Plant (317)	0		11
Total Source of Supply Plant	16,086	0	
PUMPING PLANT			
Land and Land Rights (320)	110		12
Structures and Improvements (321)	24,385		13
Boiler Plant Equipment (322)	0		14
Other Power Production Equipment (323)	0		15
Steam Pumping Equipment (324)	0		16
Electric Pumping Equipment (325)	34,284		17
Diesel Pumping Equipment (326)	0		18
Hydraulic Pumping Equipment (327)	0		19
Other Pumping Equipment (328)	7,648		20
Total Pumping Plant	66,427	0	
WATER TREATMENT PLANT			
Land and Land Rights (330)	0		21
Structures and Improvements (331)	0		22
Water Treatment Equipment (332)	2,473		23
Total Water Treatment Plant	2,473	0	

WATER UTILITY PLANT IN SERVICE (cont.)
--Plant Financed by Utility or Municipality--

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)	
INTANGIBLE PLANT				
Organization (301)			500	1
Franchises and Consents (302)			0	2
Miscellaneous Intangible Plant (303)			0	3
Total Intangible Plant	0	0	500	
SOURCE OF SUPPLY PLANT				
Land and Land Rights (310)			110	4
Structures and Improvements (311)			0	5
Collecting and Impounding Reservoirs (312)			0	6
Lake, River and Other Intakes (313)			0	7
Wells and Springs (314)		(5,173)	4,413	8
Infiltration Galleries and Tunnels (315)			0	9
Supply Mains (316)		(3,448)	2,942	10
Other Water Source Plant (317)			0	11
Total Source of Supply Plant	0	(8,621)	7,465	
PUMPING PLANT				
Land and Land Rights (320)			110	12
Structures and Improvements (321)		(13,159)	11,226	13
Boiler Plant Equipment (322)			0	14
Other Power Production Equipment (323)			0	15
Steam Pumping Equipment (324)			0	16
Electric Pumping Equipment (325)		(18,501)	15,783	17
Diesel Pumping Equipment (326)			0	18
Hydraulic Pumping Equipment (327)			0	19
Other Pumping Equipment (328)		(4,127)	3,521	20
Total Pumping Plant	0	(35,787)	30,640	
WATER TREATMENT PLANT				
Land and Land Rights (330)			0	21
Structures and Improvements (331)			0	22
Water Treatment Equipment (332)		(1,335)	1,138	23
Total Water Treatment Plant	0	(1,335)	1,138	

WATER UTILITY PLANT IN SERVICE

--Plant Financed by Utility or Municipality--

1. All adjustments, corrections and reclassifications (including to/from plant financed by contributions) should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$10,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than account 372.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)	1,741		24
Structures and Improvements (341)	0		25
Distribution Reservoirs and Standpipes (342)	135,122		26
Transmission and Distribution Mains (343)	217,029		27
Fire Mains (344)	0		28
Services (345)	26,182	390	29
Meters (346)	13,596		30
Hydrants (348)	16,545		31
Other Transmission and Distribution Plant (349)	1,350		32
Total Transmission and Distribution Plant	411,565	390	
GENERAL PLANT			
Land and Land Rights (370)	0		33
Structures and Improvements (371)	2,177		34
Office Furniture and Equipment (372)	160		35
Computer Equipment (372.1)	1,118		36
Transportation Equipment (373)	7,680		37
Other General Equipment (379)	3,635		38
Other Tangible Property (390)	345		39
Total General Plant	15,115	0	
Total utility plant in service directly assignable	512,166	390	
Common Utility Plant Allocated to Water Department	0		40
Total utility plant in service	512,166	390	

WATER UTILITY PLANT IN SERVICE (cont.)
--Plant Financed by Utility or Municipality--

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)	
TRANSMISSION AND DISTRIBUTION PLANT				
Land and Land Rights (340)			1,741	24
Structures and Improvements (341)			0	25
Distribution Reservoirs and Standpipes (342)		(72,919)	62,203	26
Transmission and Distribution Mains (343)		(117,120)	99,909	27
Fire Mains (344)			0	28
Services (345)		(14,519)	12,053	29
Meters (346)		1,260	14,856	30
Hydrants (348)		(8,929)	7,616	31
Other Transmission and Distribution Plant (349)		(729)	621	32
Total Transmission and Distribution Plant	0	(212,956)	198,999	
GENERAL PLANT				
Land and Land Rights (370)			0	33
Structures and Improvements (371)			2,177	34
Office Furniture and Equipment (372)			160	35
Computer Equipment (372.1)			1,118	36
Transportation Equipment (373)			7,680	37
Other General Equipment (379)			3,635	38
Other Tangible Property (390)			345	39
Total General Plant	0	0	15,115	
Total utility plant in service directly assignable	0	(258,699)	253,857	
Common Utility Plant Allocated to Water Department			0	40
Total utility plant in service	0	(258,699)	253,857	

WATER UTILITY PLANT IN SERVICE

--Plant Financed by Contributions--

1. All adjustments, corrections and reclassifications (including to/from plant financed by contributions) should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$10,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than account 372.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
INTANGIBLE PLANT			
Organization (301)			1
Franchises and Consents (302)			2
Miscellaneous Intangible Plant (303)			3
Total Intangible Plant	<u>0</u>	<u>0</u>	
 SOURCE OF SUPPLY PLANT			
Land and Land Rights (310)			4
Structures and Improvements (311)			5
Collecting and Impounding Reservoirs (312)			6
Lake, River and Other Intakes (313)			7
Wells and Springs (314)			8
Infiltration Galleries and Tunnels (315)			9
Supply Mains (316)			10
Other Water Source Plant (317)			11
Total Source of Supply Plant	<u>0</u>	<u>0</u>	
 PUMPING PLANT			
Land and Land Rights (320)			12
Structures and Improvements (321)			13
Boiler Plant Equipment (322)			14
Other Power Production Equipment (323)			15
Steam Pumping Equipment (324)			16
Electric Pumping Equipment (325)			17
Diesel Pumping Equipment (326)			18
Hydraulic Pumping Equipment (327)			19
Other Pumping Equipment (328)			20
Total Pumping Plant	<u>0</u>	<u>0</u>	
 WATER TREATMENT PLANT			
Land and Land Rights (330)			21
Structures and Improvements (331)			22
Water Treatment Equipment (332)			23
Total Water Treatment Plant	<u>0</u>	<u>0</u>	

WATER UTILITY PLANT IN SERVICE (cont.)
--Plant Financed by Contributions--

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)	
INTANGIBLE PLANT				
Organization (301)			0	1
Franchises and Consents (302)			0	2
Miscellaneous Intangible Plant (303)			0	3
Total Intangible Plant	0	0	0	
SOURCE OF SUPPLY PLANT				
Land and Land Rights (310)			0	4
Structures and Improvements (311)			0	5
Collecting and Impounding Reservoirs (312)			0	6
Lake, River and Other Intakes (313)			0	7
Wells and Springs (314)		5,173	5,173	8
Infiltration Galleries and Tunnels (315)			0	9
Supply Mains (316)		3,448	3,448	10
Other Water Source Plant (317)			0	11
Total Source of Supply Plant	0	8,621	8,621	
PUMPING PLANT				
Land and Land Rights (320)			0	12
Structures and Improvements (321)		13,159	13,159	13
Boiler Plant Equipment (322)			0	14
Other Power Production Equipment (323)			0	15
Steam Pumping Equipment (324)			0	16
Electric Pumping Equipment (325)		18,501	18,501	17
Diesel Pumping Equipment (326)			0	18
Hydraulic Pumping Equipment (327)			0	19
Other Pumping Equipment (328)		4,127	4,127	20
Total Pumping Plant	0	35,787	35,787	
WATER TREATMENT PLANT				
Land and Land Rights (330)			0	21
Structures and Improvements (331)			0	22
Water Treatment Equipment (332)		1,335	1,335	23
Total Water Treatment Plant	0	1,335	1,335	

WATER UTILITY PLANT IN SERVICE

--Plant Financed by Contributions--

1. All adjustments, corrections and reclassifications (including to/from plant financed by contributions) should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$10,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than account 372.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)			24
Structures and Improvements (341)			25
Distribution Reservoirs and Standpipes (342)			26
Transmission and Distribution Mains (343)			27
Fire Mains (344)			28
Services (345)			29
Meters (346)			30
Hydrants (348)			31
Other Transmission and Distribution Plant (349)			32
Total Transmission and Distribution Plant	<u>0</u>	<u>0</u>	
GENERAL PLANT			
Land and Land Rights (370)			33
Structures and Improvements (371)			34
Office Furniture and Equipment (372)			35
Computer Equipment (372.1)			36
Transportation Equipment (373)			37
Other General Equipment (379)			38
Other Tangible Property (390)			39
Total General Plant	<u>0</u>	<u>0</u>	
Total utility plant in service directly assignable	<u>0</u>	<u>0</u>	
Common Utility Plant Allocated to Water Department			40
Total utility plant in service	<u><u>0</u></u>	<u><u>0</u></u>	

WATER UTILITY PLANT IN SERVICE (cont.)
--Plant Financed by Contributions--

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)			0 24
Structures and Improvements (341)			0 25
Distribution Reservoirs and Standpipes (342)		72,919	72,919 26
Transmission and Distribution Mains (343)		117,120	117,120 27
Fire Mains (344)			0 28
Services (345)		14,129	14,129 29
Meters (346)			0 30
Hydrants (348)		8,929	8,929 31
Other Transmission and Distribution Plant (349)		729	729 32
Total Transmission and Distribution Plant	0	213,826	213,826
GENERAL PLANT			
Land and Land Rights (370)			0 33
Structures and Improvements (371)			0 34
Office Furniture and Equipment (372)			0 35
Computer Equipment (372.1)			0 36
Transportation Equipment (373)			0 37
Other General Equipment (379)			0 38
Other Tangible Property (390)			0 39
Total General Plant	0	0	0
Total utility plant in service directly assignable	0	259,569	259,569
Common Utility Plant Allocated to Water Department			0 40
Total utility plant in service	0	259,569	259,569

SOURCE OF SUPPLY, PUMPING AND PURCHASED WATER STATISTICS

Expanded definitions of the three types of accounted-for water reported on this schedule are included in the schedule Help and in the Reference Manual Schedule Reference Sheet.

Month (a)	Sources of Water Supply			Total Gallons All Methods (000's) (e)	
	Purchased Water Gallons (000's) (b)	Surface Water Gallons (000's) (c)	Ground Water Gallons (000's) (d)		
January			793	793	1
February			694	694	2
March			854	854	3
April			722	722	4
May			818	818	5
June			843	843	6
July			936	936	7
August			903	903	8
September			870	870	9
October			798	798	10
November			731	731	11
December			714	714	12
Total annual pumpage	0	0	9,676	9,676	
Less: Water sold				9,029	13
Volume pumped but not sold				647	14
Volume sold as a percent of volume pumped				93%	15
Volume used for water production, water quality and system maintenance				18	16
Volume related to equipment/system malfunction					17
Non-utility volume NOT included in water sales				35	18
Total volume not sold but accounted for				53	19
Volume pumped but unaccounted for				594	20
Percent of water lost				6%	21
If more than 25%, indicate causes and state what action has been taken to reduce water loss:					22
Maximum gallons pumped by all methods in any one day during reporting year (000 gal.)				54	23
Date of maximum: 7/30/2003					24
Cause of maximum:					25
Watering streets during construction to help with the dust.					
Minimum gallons pumped by all methods in any one day during reporting year (000 gal.)				11	26
Date of minimum: 1/6/2003					27
Total KWH used for pumping for the year				9,972	28
If water is purchased: Vendor Name:					29
Point of Delivery:					30

SOURCES OF WATER SUPPLY - GROUND WATERS

Location (a)	Identification Number (b)	Depth in feet (c)	Well Diameter in inches (d)	Yield Per Day in gallons (e)	Currently In Service? (f)
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NONE

SOURCES OF WATER SUPPLY - SURFACE WATERS

Location (a)	Intakes			
	Identification Number (b)	Distance From Shore in feet (c)	Depth Below Surface in feet (d)	Diameter in inches (e)
NONE				

1

PUMPING & POWER EQUIPMENT

1. Use a separate column for each pump.
2. Indicate purpose of pump by: P for primary (from source to reservoir, treatment or distribution system), B for booster (from reservoir or treatment to distribution system, or within distribution system), or S for standby pumping equipment.
3. Indicate destination (of water pumped) by: R for reservoir, T for treatment or D for distribution system.

Particulars (a)	Unit A (b)	Unit B (c)	Unit C (d)
Identification	1		1
Location	WELL 1		2
Purpose	P		3
Destination	R		4
Pump Manufacturer	PEERLESS		5
Year Installed	1972		6
Type	CENTRIFUGAL		7
Actual Capacity (gpm)	150		8
Pump Motor or Standby Engine Mfr	MARATHON		10
Year Installed	1972		11
Type	ELECTRIC		12
Horsepower	30		13

Particulars (a)	Unit D (b)	Unit E (c)	Unit F (d)
Identification			14
Location			15
Purpose			16
Destination			17
Pump Manufacturer			18
Year Installed			19
Type			20
Actual Capacity (gpm)			21
Pump Motor or Standby Engine Mfr			23
Year Installed			24
Type			25
Horsepower			26

RESERVOIRS, STANDPIPES & WATER TREATMENT

1. Identify as R (reservoir), S (standpipe) & ET (elevated tank).
2. Use a separate column for each using additional copies if necessary.
3. Enter elevation difference between highest water level in S or ET, (or R only on an elevated site) and the water main where the connection to the storage begins branching into the distribution system.

Particulars (a)	Unit A (b)	Unit B (c)	Unit C (d)
Identification number or name	1	2	1
RESERVOIRS, STANDPIPES OR ELEVATED TANKS			2
Type: R (reservoir), S (standpipe) or ET (elevated tank)	R	S	3
Year constructed	1972	1972	4
Primary material (earthen, steel, concrete, other)	CONCRETE	STEEL	5
Elevation difference in feet (See Headnote 3.)	5	128	6
Total capacity in gallons (actual)	100,000	50,000	7
WATER TREATMENT PLANT			8
Disinfection, type of equipment (gas, liquid, powder, other)	OTHER		9
Points of application (wellhouse, central facilities, booster station, other)	OTHER		10
Filters, type (gravity, pressure, other, none)	NONE		11
Rated capacity of filter plant (m.g.d.) (note: 1,200,000 gal/day = 1.2 m.g.d.)	1.0000		12
Is a corrosion control chemical used (yes, no)?	N		13
Is water fluoridated (yes, no)?	N		14

WATER MAINS

1. Report mains separately by pipe material, function, diameter and either within or outside the municipal boundaries.
2. Identify pipe material as: L (Lead), M (Metal for all other metal excluding lead), A (Asbestos-cement), or P (Plastic for plastic and all other non-metal excluding asbestos-cement).
3. Identify function as: T (Transmission), D (Distribution) or S (Supply).
4. Explain all reported adjustments as a schedule footnote.
5. For main additions reported in column (e), as a schedule footnote:
 - a. Explain how the additions were financed.
 - b. If assessed against property owners, explain the basis of the assessments.
 - c. If the assessments are deferred, explain.

Number of Feet								
Pipe Material (a)	Main Function (b)	Diameter in Inches (c)	First of Year (d)	Added During Year (e)	Retired During Year (f)	Adjustments Increase or (Decrease) (g)	End of Year (h)	
A	D	6.000	10,549	0	0	0	10,549	1
M	D	6.000	1,114	0	0	0	1,114	2
P	D	6.000	810	0	0	0	810	3
A	D	8.000	6,298	0	0	0	6,298	4
A	S	8.000	2,990	0	0	0	2,990	5
P	D	8.000	805	0	0	0	805	6
Total Within Municipality			22,566	0	0	0	22,566	
Total Utility			22,566	0	0	0	22,566	

WATER SERVICES

1. Explain all reported adjustments as a schedule footnote.
2. Report in column (h) the number of utility-owned services included in columns (c) through (g) which are temporarily shut off at the curb box or otherwise not in use at end of year.
3. For services added during the year in column (d), as a schedule footnote:
 - a. Explain how the additions were financed.
 - b. If assessed against property owners, explain the basis of the assessments.
 - c. If installed by a property owner or developer, explain the basis of recording the cost of the additions, the total amount and the number of services recorded under this method.
 - d. If any were financed by application of Cz-1, provide the total amount recorded and the number of services recorded under this method.
4. Report services separately by pipe material and diameter.
5. Identify pipe material as: L (Lead), M (Metal for all other metal excluding lead), A (Asbestos-cement) or P (Plastic for plastic and all other non-metal excluding asbestos-cement).

Pipe Material (a)	Diameter in Inches (b)	First of Year (c)	Added During Year (d)	Removed or Permanently Disconnected During Year (e)	Adjustments Increase or (Decrease) (f)	End of Year (g)	Utility Owned Services Not In Use at End of Year (h)	
M	0.750	104	1	0	0	105	1	1
M	1.000	27	0	0	0	27		2
M	1.500	4	0	0	0	4		3
M	2.000	4	0	0	0	4		4
Total Utility		139	1	0	0	140	1	

METERS

1. Include in Columns (b), (c), (d), (e) and (f) meters in stock as well as those in service.
2. Report in Column (c) all meters purchased during the year and in Column (d) all meters junked, sold or otherwise permanently retired during the year.
3. Use Column (e) to show correction to previously reported meter count because of inventory or property record corrections.
4. Totals by size in Column (f) should equal same size totals in Column (o).
5. Explain all reported adjustments as a schedule footnote.

Number of Utility-Owned Meters

Size of Meter (a)	First of Year (b)	Added During Year (c)	Retired During Year (d)	Adjustments Increase or (Decrease) (e)	End of Year (f)	Tested During Year (g)	
0.625	125	0	0	14	139	0	1
0.750	19	0	0	0	19	0	2
1.000	6	0	0	0	6	0	3
1.500	1	0	0	0	1	0	4
2.000	3	0	0	0	3	0	5
3.000	1	0	0	0	1	0	6
Total:	155	0	0	14	169	0	

Classification of All Meters at End of Year by Customers

Size of Meter (h)	Residential (i)	Commercial (j)	Industrial (k)	Public Authority (l)	Wholesale, Inter-Department or Utility Use (m)	In Stock and Deduct Meters (n)	Total (o)	
0.625	121	4	0	0	0	14	139	1
0.750	0	17	0	0	0	2	19	2
1.000	0	6	0	0	0	0	6	3
1.500	0	1	0	0	0	0	1	4
2.000	0	0	0	3	0	0	3	5
3.000	0	1	0	0	0	0	1	6
Total:	121	29	0	3	0	16	169	

HYDRANTS AND DISTRIBUTION SYSTEM VALVES

1. Distinguish between fire and flushing hydrants by lead size.
 - a. Fire hydrants normally have a lead size of 6 inches or greater.
 - b. Record as a flushing hydrant where the lead size is less than 6 inches or if pressure is inadequate to provide fire flow.
2. Explain all reported adjustments in the schedule footnotes.
3. Report fire hydrants as within or outside the municipal boundaries.

Hydrant Type (a)	Number In Service First of Year (b)	Added During Year (c)	Removed During Year (d)	Adjustments Increase or (Decrease) (e)	Number In Service End of Year (f)	
Fire Hydrants						
Outside of Municipality	0				0	1
Within Municipality	24				24	2
Total Fire Hydrants	24	0	0	0	24	
Flushing Hydrants						
	0				0	3
Total Flushing Hydrants	0	0	0	0	0	

NR811.08(5) recommends that a schedule shall be adopted and followed for operating each system valve and hydrant at least once each two years. Please provide the number operated during the year.

Number of hydrants operated during year:	18
Number of distribution system valves end of year:	77
Number of distribution valves operated during year:	79

WATER OPERATING SECTION FOOTNOTES

Water Operation & Maintenance Expenses (Page W-05)

If Fuel or Power Purchased for Pumping (620), divided by the Total kWh Used for Pumping on the Source of Supply, Pumping and Purchased Water Statistics schedule, is less than 3 cents or greater than 12 cents, please explain.

The amount for Fuel or Power Purchased for Pumping includes money paid for fuel and electricity.

For values that represent an increase or a decrease when compared to the previous year of greater than 30%, but not less \$2,000, please explain.

Repairs of Water Plant (650): The increase was due to repairs of the Water Tower's communication and controls system.

Outside Services Employed (682): The increase was due to additional services by Kerber, Rose & Associates, S.C. in applying to the PSC for a rate increase, along with other additional help related to the rate increase.

Miscellaneous General Expense (689): The decrease in this account was due to better records being kept by the client, thus being able to code them to proper expenses.

Taxes (Acct. 408 - Water) (Page W-06)

General footnotes

Local and School Tax Equivalent on Meters Charged to Sewer Department: This amount is zero based on the resolution to change the Water and Sewer's tax equivalent to zero on 8/9/1999.

Property Tax Equivalent (Water) (Page W-07)

If Lower Tax Equivalent authorized by municipality is greater than or equal to zero, please explain.

A resolution was passed to reduce the property tax equivalent to zero on August 9, 1999.

Water Utility Plant in Service --Plant Financed by Utility or Municipality-- (Page W-08)

If Adjustments for any account are nonzero, please explain.

The adjustments in the adjustment schedule are to allocate amounts to Utility Plant - Contributed. This is per PSC Docket 05-US-105. Adjustments to Services also include \$390.00 that the utility waived in fees for the new service added in 2003. Adjustment to Meters of a positive \$1,260 is due to a reclassification of inventory. The meters were recorded as inventory.

Water Utility Plant in Service --Plant Financed by Contributions-- (Page W-10)

If Adjustments for any account are nonzero, please explain.

Adjustments are due to reclassifying Water Utility Plant - Financed by Contributions. This was done per PSC Docket 05-US-105.

Water Services (Page W-18)

If net additions are greater than zero, please explain financing by following criteria listed in schedule headnote No. 3.

There was an added service during 2003, which the utility decided to waive the \$390 hook up fee.

WATER OPERATING SECTION FOOTNOTES

Meters (Page W-19)

Explain all reported adjustments.

Adjustments of 5/8" meters is to move the meters from Inventory to the plant assets where they should have been recorded when purchased last year.

If Tested During Year column total is zero, please explain.

There were no meters tested during the year due to the limited staff. They replace high use meters as needed.
